

AMENDED IN SENATE JUNE 20, 2012

AMENDED IN ASSEMBLY MARCH 21, 2012

AMENDED IN ASSEMBLY MARCH 15, 2012

AMENDED IN ASSEMBLY MARCH 8, 2012

CALIFORNIA LEGISLATURE—2011–12 REGULAR SESSION

ASSEMBLY BILL

No. 1585

**Introduced by Assembly Members John A. Pérez, Atkins, Dickinson,
Hill, Mitchell, Perea, and Torres**

February 2, 2012

An act to amend Sections 34171, 34173, 34176, 34177, 34179, 34180, 34181, 34182, 34183, 34187, and 34189 of the Health and Safety Code, relating to redevelopment, and declaring the urgency thereof, to take effect immediately *community development, and making an appropriation therefor.*

LEGISLATIVE COUNSEL'S DIGEST

AB 1585, as amended, John A. Pérez. ~~Redevelopment.~~ *Community development.*

Under existing law, the Housing and Emergency Shelter Trust Fund Act of 2006, authorizes the issuance of bonds in the amount of \$2,850,000,000 pursuant to the State General Obligation Bond Law. Proceeds from the sale of these bonds are used to finance various existing housing programs, capital outlay related to infill development, brownfield cleanup that promotes infill development, housing-related parks, and transit-oriented development administered by the Department of Housing and Community Development.

This bill would appropriate \$50,000,000 of bond revenues to the Department of Housing and Community Development and from that amount, allocate \$25,000,000 from the Regional Planning, Housing, and Infill Incentive Account for infill incentive grants, and \$25,000,000 from the Transit-Oriented Development Implementation Fund for transit-oriented grants and loans.

~~Existing law dissolved redevelopment agencies and community development agencies, as of February 1, 2012, and provides for the designation of successor agencies, as defined. Existing law requires successor agencies to wind down the affairs of the dissolved redevelopment agencies and to, among other things, repay enforceable obligations, as defined, and to remit unencumbered balances of redevelopment agency funds, including housing funds, to the county auditor-controller for distribution to taxing entities.~~

~~Existing law authorizes the city, county, or city and county that authorized the creation of a redevelopment agency to retain the housing assets, functions, and powers previously performed by the redevelopment agency, excluding amounts on deposit in the Low and Moderate Income Housing Fund.~~

~~This bill would modify the scope of the term “enforceable obligation” and modify provisions relating to the transfer of housing funds and responsibilities associated with dissolved redevelopment agencies. The bill would provide that any amounts on deposit in the Low and Moderate Income Housing Fund of a dissolved redevelopment agency be transferred to specified entities. The bill would make conforming changes.~~

~~Existing law provides that, upon a specified date, agreements, contracts, or arrangements between the city or county, or city and county that created the redevelopment agency and the redevelopment agency are invalid. Notwithstanding this provision, an agreement that provided loans or other startup funds for the agency that was entered into within 2 years of the formation of the agency is valid and binds the successor agency.~~

~~The bill would expand this exception to include an agreement involving a loan specific to a project area and other specified obligations. The bill would provide that other loan agreements entered into between the redevelopment agency and the city, county, or city and county that created it are deemed to be enforceable obligations, except as specified. The bill would further expand upon, and clarify, the scope of the successor agency’s and the oversight board’s responsibilities.~~

~~This bill would declare that it is to take effect immediately as an urgency statute.~~

Vote: $\frac{2}{3}$ -majority. Appropriation: ~~no~~-yes. Fiscal committee: yes.
State-mandated local program: no.

The people of the State of California do enact as follows:

1 *SECTION 1. The sum of fifty million dollars (\$50,000,000) is*
2 *hereby appropriated to the Department of Housing and Community*
3 *Development as follows:*

4 *(a) Twenty-five million dollars (\$25,000,000) from the Regional*
5 *Planning, Housing, and Infill Incentive Account established*
6 *pursuant to subdivision (b) of Section 53545 of the Health and*
7 *Safety Code, for the purpose of funding infill incentive grants.*

8 *(b) Twenty-five million dollars (\$25,000,000) from the*
9 *Transit-Oriented Development Implementation Fund established*
10 *pursuant to subdivision (c) of Section 53545 of the Health and*
11 *Safety Code, for the purpose of funding transit-oriented grants*
12 *and loans.*

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15 **All matter omitted in this version of the bill**
16 **appears in the bill as amended in the**
17 **Assembly, March 21, 2012. (JR11)**
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